

Exploration Update: Four New Gold-Copper Targets Dobroyde West, Dob Far North, Burringa and Carters Hill

CORPORATE DETAILS

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Ordinary Shares on
Issue: 124.7M

Debt: Nil

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Forward Plan

May include:

- ✓ Soil sampling at best targets
- ✓ Design, planning & budgeting of drill holes
- ✓ Environmental applications & approvals
- ✓ Drilling for potential discovery

Key Points

- NSR's low cost exploration at the Junee Project has identified four large gold and gold-copper prospects. These are:
 1. **Dobroyde West** is 700m west of NSR's Dobroyde Hill gold resource and the successful government cofunded drilling in 2016/17. Dob West shows similar alteration to Dobroyde Hill.
 2. **Dobroyde Far North** is 2.5km north along strike of the Dobroyde Hill gold resource. Highly altered float has been sampled containing up to **0.92g/t gold, 22g/t silver, 7.9g/t bismuth** and elevated tellurium and barium.
 3. **Burringa** is 7km south of Dobroyde. Burringa is 4km long with coincident anomalies of gold-in-soil samples and rock float samples to **2.5g/t gold and another with 0.4% copper**.
 4. **Carters Hill** in the east of the licence is a **2+km soil anomaly** of gold, copper, molybdenum, arsenic and is open in all directions.
- These four new targets highlight the potential of the company's Junee Project.
 - Each of these new prospects has the analogous size, alteration and elevated pathfinder elements Au Cu As Bi Te Sb Se Mo present in many large scale gold copper orebodies.
 - NSR's long standing goal is to find the right partner for these large-tonnage, low-grade, big company style targets whilst employing NSR's risk capital at Oberon, on more financially manageable, less dilutive, company-maker targets.
 - Drill holes have been designed for each of these new targets.
 - The Company looks forward to the future with real optimism.

New South Resources Pty Ltd (NSR or the Company) is pleased to provide an exploration update on four large gold and gold-copper targets at the Junee Project, each with evidence of mineralisation on surface and are sufficient in size to potentially host large deposits. These targets are the result of NSR's low cost but modern exploration methods supported by the capital raising completed in 2016. The new targets further build on the outstanding prospectivity of the Junee Project and each of these targets warrant follow up exploration.

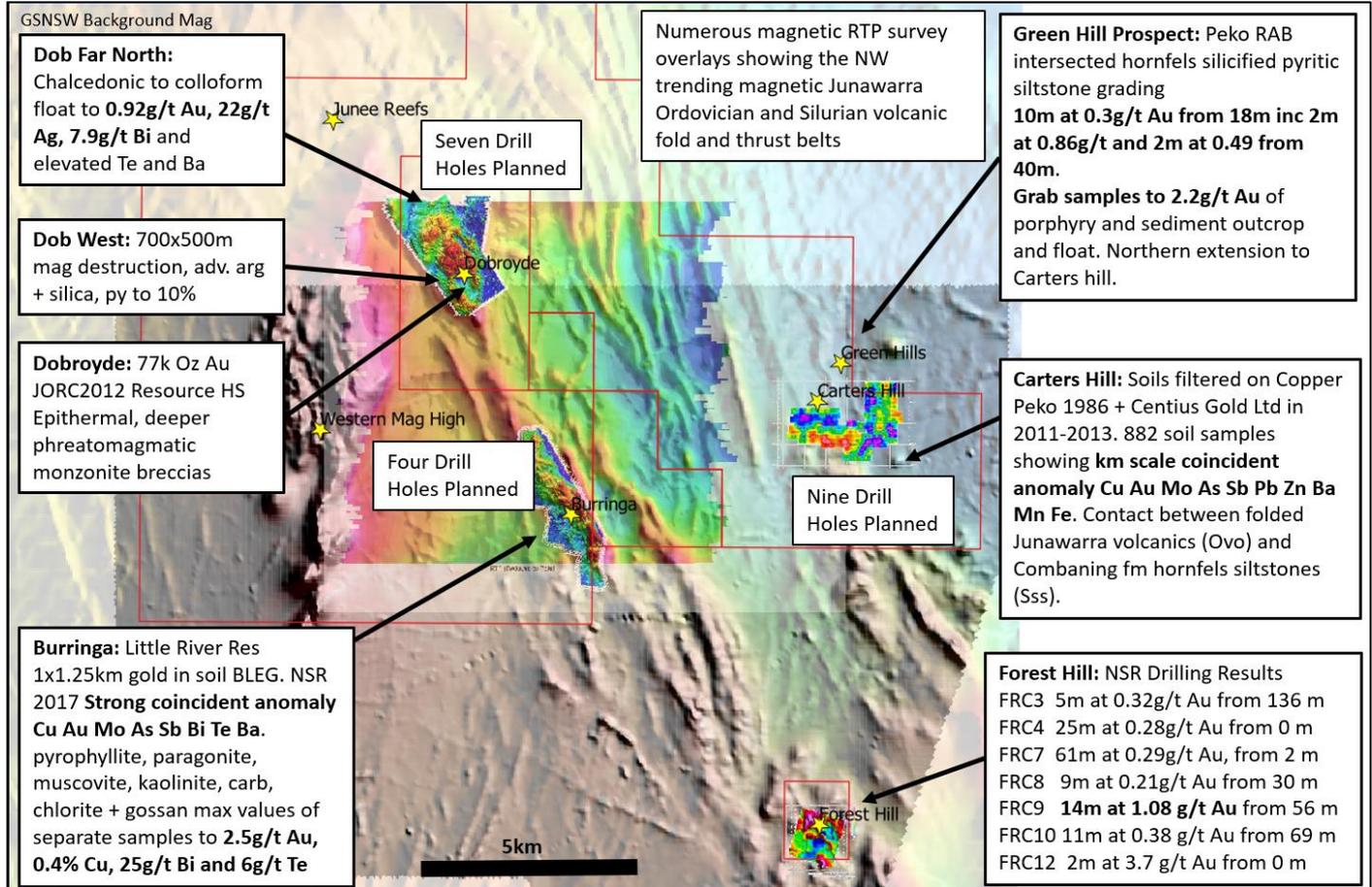


Figure 1: Overview magnetic map and highlights of the Junee Project showing all the targets identified by New South Resources. The four highest priority targets discussed in this announcement are Dobroyde Far north, Dobroyde West, Burringa and Carters Hill-Greens Hill. Drill holes have been designed for each of these areas.

Dobroyde Area

The Dobroyde area consists of numerous drill targets. Underneath the current gold resource at Dobroyde Hill and down plunge to this have previously been discussed as having good potential for further resource extensions. New targets in the Dobroyde area are Dobroyde West and Dobroyde Far North.

Figure 2: The Dobroyde Hill deposit is classified as a high sulphidation epithermal gold deposit, however this mineralised vein from the recent government cofounded hole NDD005 drilled by NSR in 2017 underneath Dobroyde Hill is from a deeper carbonate base metal epithermal gold zone, grading 5.7g/t gold over the meter. This demonstrates that the Dobroyde area has numerous styles of mineralisation.



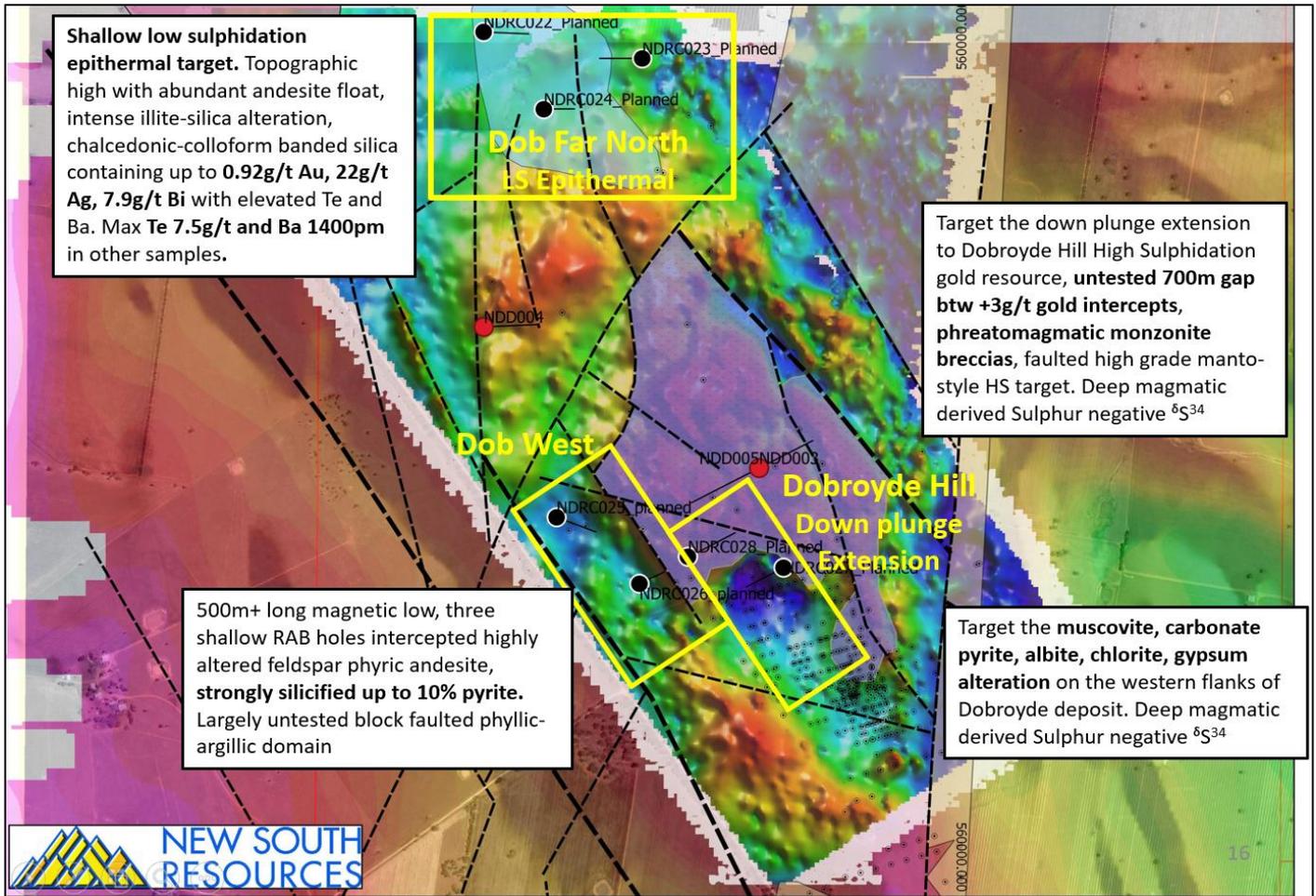


Figure 3: The 3km x 2km Dobroyde area showing the most prospective areas boxed in yellow. Background images are various magnetic surveys. Proposed drill holes are black dots with white outline. Dobroyde Far North is 2.5km north west of Dobroyde Hill.

Dobroyde Far North

The Dobroyde far north area is a small hill 2.5km north of the Dobroyde Hill high sulphidation gold resource. The prospect has no outcropping rocks however loose rocks scattered through the paddock were recognised in 2014 as having intense silicification. Mapping and sampling in 2017 and 2018 resulted in a suite of the loose rock samples returning **elevated gold (highest 0.92 g/t), silver, arsenic, bismuth, tellurium and barium** all of which are significant to this type of mineralisation. Petrology by respected consultant Tony Crawford confirmed the rocks to be similar to Dobroyde Hill however the presence of **chalcedonic and colloform banding of the intense silica alteration is likely to be linked to a low sulphidation epithermal system.** Given the nature of this mineralisation, this area will be the focus of future exploration.

Dobroyde West

Dobroyde West is a 750m by 500m area of low-lying topography which is 500m west of the Dobroyde Hill gold resource. Three shallow holes tested this location in 1986 and all recorded favourable argillic and silica alteration with 2-10% pyrite. This area is interpreted as a repeat of a Dobroyde Hill style target.

Burringa

Burringa (originally announced on the 20th March 2018) is located 7 km south of Dobroyde and is a large new zone considered to be prospective for gold and copper, figures 1 and 4. The prospect measures 4km by 1.5km and hosts analogous volcanic rocks and similar alteration to the deeper levels of the Dobroyde deposit which is considered more prospective than the upper levels. Recent field work has included rock sampling, assaying and spectral analysis, geological mapping and a large ground magnetics survey. Rock float has assayed up to 2.5g/t gold and 0.4% copper (in separate rock float samples). **The alteration and the Au-Cu-Bi-Te association correlate with an intermediate sulphidation epithermal style of gold mineralisation** which is similar to the giant Cowal Gold Mine operated by Evolution Mining 120km north and high grade gold zones within the giant Wafi-Golpu gold-copper deposit in Papua New Guinea being developed by Newcrest and Harmony Gold.

Burringa has not previously been the focus of detailed exploration but the recent recognition of its considerable potential presents as a huge opportunity for NSR.

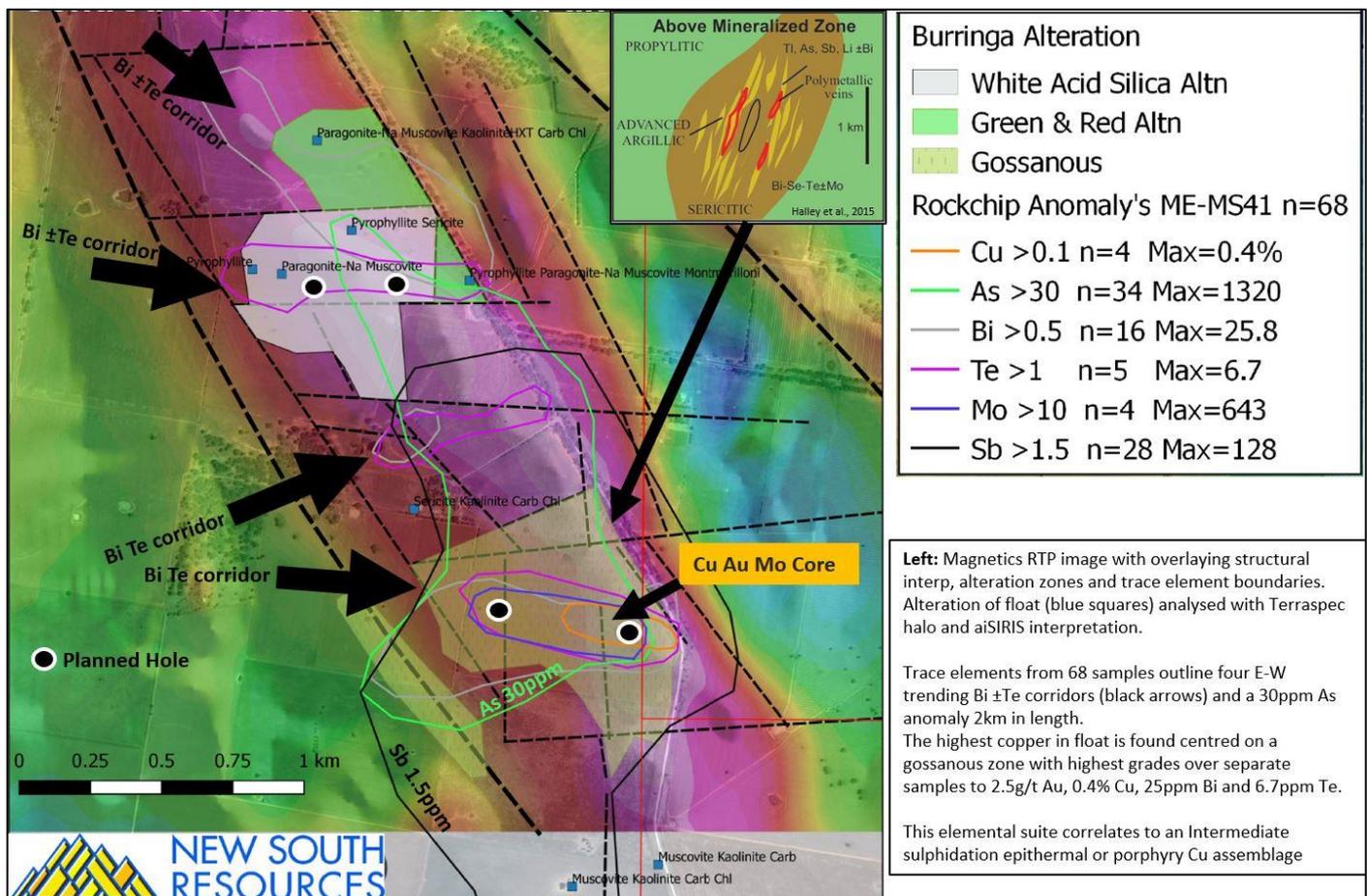


Figure 4: The Burringa prospect with magnetic background in purple. Measuring 4km long and 1.5km wide and has assayed up to 2.5g/t gold and 0.4% copper (in separate rock float samples) which include a high arsenic, bismuth, tellurium and antimony geochemical association.

Carters Hill-Greens Hill

Carters Hill-Greens Hill on the eastern side of the Junee Project, figures 1 and 5, was originally recognised in 1986 by Peko-Wallsend Operations Ltd. The detailed mapping, sampling and favourable petrology led to 3 RC holes drilled into Greens Hill which returned low grade but promising gold intercepts of **10m at 0.3g/t from 18m including 2m at 0.9g/t and 2m at 0.5 g/t from 40m**. A good start but the licence was dropped.

In 2011 and 2012, Centius Gold Ltd completed a soil sampling program of 882 samples seen in the images below. This resulted in a very large copper, gold, molybdenum, arsenic, antimony, iron and manganese anomaly with rock chips up to 2.2g/t gold in sericite altered porphyry and hornfels sericite-biotite-silica altered sedimentary rocks. The anomalies were never drilled.

The soil anomalies are open in most directions as seen by the red arrows in the images below. Given the size, location and anomalous metal associations, NSR considers the Carters Hill and Greens Hill area highly prospective for large scale copper gold porphyry deposits.

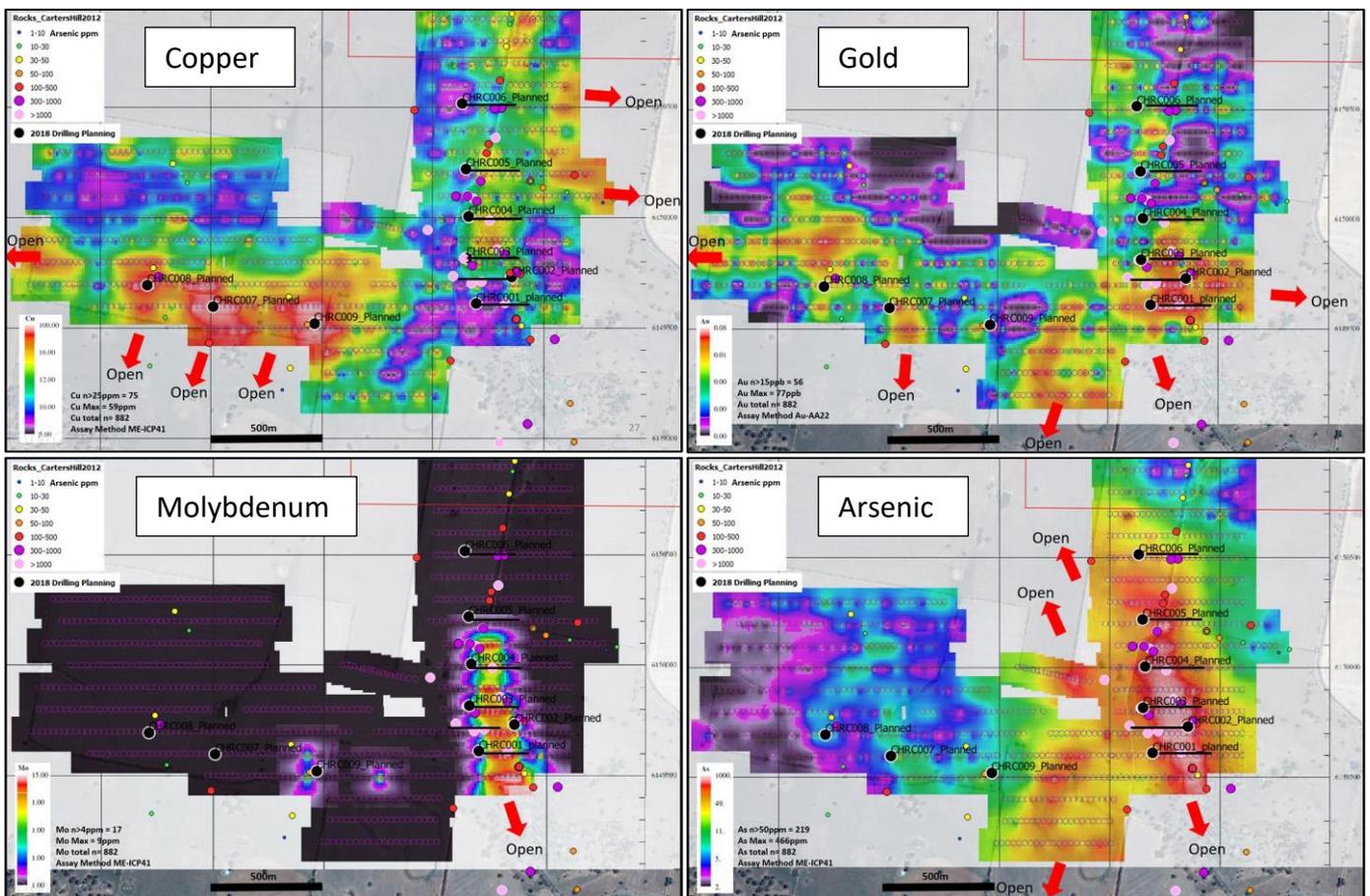


Figure 5: From top left to bottom right, Copper, gold, molybdenum and arsenic in soils sampled in 2011 by Centius Gold Ltd covering the Carters Hill prospect, also with arsenic rockchips shown as small coloured circles. The Greens Hills prospect is just north of the image. Map grid has 500m grid spacing and 500m scale bar is shown.

NSR's long standing goal is to find the right partner for these large-tonnage, low-grade, big company style targets whilst employing NSR's risk capital at Oberon, on more financially manageable, less dilutive, company-maker targets.

Please direct any comments or queries to Glen Diemar, CEO New South Resources

The New South Resources Management Team

Michael Diemar Director	Discovered & developed the Chatree Gold Mine Thailand as the Managing Director of Kingsgate Cons. Ltd. Retired from KCN in 2003
Graham Brown Director	Co-founding stakeholder of NSR, Kitchwin Hills Thoroughbred Stud and Director of Alamo Limestone, discovery and permitting of the Stearns Ridge Limestone deposit
Chris Ryan Director	More than 20 years in financial markets, Ex-Director ABN AMRO Bank Australia & UBS
Glen Diemar CEO	BSc & Masters (Economic Geology) Exploration Geologist worked through Australia, Indonesia, Central Asia, focused on early stage discoveries
Denis Ryskal Database Specialist	Experienced Geology and GIS Database Manager formally for Manas Res and Tengri Res

Competent Persons Statements

The information in this announcement that relates to exploration results, data quality, geological interpretations for the Company's Project areas is based on information compiled by Glen Diemar, a Competent Person who is a Member of the Australian Institute of Geoscientists and a full-time employee of New South Resources Pty Ltd. Mr Diemar has sufficient experience that is relevant to the styles of mineralisation and type of deposits under consideration and to the activity being undertaken to qualify as a Competent Person as defined in the 2012 Edition of the "Australasian Code for Reporting of Exploration Results, Mineral Resources and Ore Reserves" for the Company's Project areas. Mr Diemar consents to the inclusion in this announcement of the matters based on this information in the form and context in which it appears.

Forward Looking Statements

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